

RECORDATION NO. 24475-A FILED

JUN 02 '03

4-26 PM

ALVORD AND ALVORD
ATTORNEYS AT LAW
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SUITE 301
WASHINGTON, D.C.

SURFACE TRANSPORTATION BOARD

ELIAS C. ALVORD (1942)
ELLSWORTH C. ALVORD (1964)

20036

OF COUNSEL
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June 2, 2003

Mr. Vernon A. Williams
Secretary
Surface Transportation Board
Washington, D.C. 20423

Dear Mr. Williams:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a) are two (2) copies of a Memorandum of Loan and Security Agreement (2003-A), dated as of June 3, 2003, a secondary document as defined in the Board's Rules for the Recordation of Documents.

The enclosed document relates to the Memorandum of Lease Agreement which is being filed with the Board under Recordation Number 24475..

The names and addresses of the parties to the enclosed document are:

Trust: MTA 2003-A Trust
c/o Wilmington Trust Company, not in its
individual capacity, but solely as Trustee under
the Trust Agreement (2003-A)
Rodney Square North
1100 North Market Street
Wilmington, DE 19890-1605

Series A Lender: AIG-FP Funding (Cayman) Limited
c/o Maples & Calder
P.O. Box 309
Ugland House
South Church Street
Grand Cayman, Cayman Islands
British West Indies

Mr. Vernon A. Williams
June 2, 2003
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Series B Lender
and Agent: Dexia Crédit Local, New York Agency
445 Park Avenue, 8th Floor
New York, NY 10022

A description of the railroad equipment covered by the enclosed document
is:

**All of MTA 2003-A Trust's rail equipment now owned or hereafter
acquired**, including, but not limited to, 72 subway cars bearing
Metropolitan Transportation Authority reporting marks and road numbers
8141 - 8204 and 8213 - 8220.

A short summary of the document to appear in the index is:

Memorandum of Loan and Security Agreement (2003-A).

Also enclosed is a check in the amount of \$30.00 payable to the order of
the Surface Transportation Board covering the required recordation fee.

Kindly return stamped copies of the enclosed document to the
undersigned.

Very truly yours,



Robert W. Alvord

RWA/anm
Enclosures

JUN 02 '03

4-26 PM

MEMORANDUM OF LOAN AND SECURITY AGREEMENT (2003-A) dated as of June 3, 2003, among MTA 2003-A Trust (the "Trust"), AIG-FP FUNDING (CAYMAN) LIMITED, as Series A Lender and DEXIA CRÉDIT LOCAL, NEW YORK AGENCY, as Series B Lender and Agent. Capitalized terms used herein and not otherwise defined shall have the respective meanings set forth in Appendix A to the Participation Agreement (2003-A) dated as of June 3, 2003 among Metropolitan Transportation Authority, as Lessee, MTA 2003-A Trust, as Lessor, Metropolitan Life Insurance Company, as Equity Investor, AIG-FP Funding (Cayman) Limited, as Series A Lender, Dexia Crédit Local, New York Agency, as Series B Lender and Agent and Wilmington Trust Company, as Trustee and in its individual capacity only to the extent expressly provided therein.

WHEREAS, the Trust, the Lenders and the Agent have entered into that certain Loan and Security Agreement (2003-A) dated as of June 3, 2003 (the "Loan Agreement") (the terms of which are incorporated herein by reference), whereby the Trust granted, bargained, sold, assigned, transferred, conveyed, mortgaged, warranted, pledged and confirmed (i) unto the Agent, on behalf and for the benefit of the Lenders, their successors and assigns, a first priority security interest in, Lien on, and pledge of, all right, title and interest of the Trust in, to and under, the following described property, rights and privileges described in clauses (A) - (G) below, whether now held or hereafter acquired, other than Excepted Property and (ii) unto the Series A Lender, a first priority security interest in, Lien on, and pledge of, all right, title and interest of the Trust in, to and under, the property, rights and privileges described in clause (H) below, whether now held or hereafter acquired, other than Excepted Property (such property, rights and privileges as are conveyed pursuant to clauses (A) - (H) below, but in any event and always excluding Excepted Property, being hereinafter referred to as the "Collateral"):

- (A) all of the Trust's right, title and interest now held or hereafter acquired in and to the Items of Equipment;
- (B) the Bill of Sale, the Assignment of Warranties, the Lease, the Lease Supplement, the Participation Agreement (except all representations and covenants made by the Agent and the Lenders therein) (collectively, the "Loan Estate Documents"), including all amounts of Lease Rent and Supplemental Rent and payments of any kind thereunder including all ancillary rights thereto, including without limitation, Termination Value, Fair Market Sales Value, Fair Market Rental Value, Stipulated Loss Value, Agreed Purchase Option Price, all other amounts payable under the Loan Estate Documents, insurance proceeds and condemnation, requisition and other awards and payments of any kind for or with respect to the Equipment (including proceeds and payments received pursuant to any sale of the Equipment under Section 14 or 15 of the Lease or pursuant to the exercise of any of the remedies provided in Section 17 of the Lease);

- (C) all rights of the Trust with respect to or arising out of any Loan Estate Document to exercise any election or option or to give or receive any notice, consent, waiver or approval or to take any other action under any Loan Estate Document or to accept any surrender or redelivery of any Item of Equipment or any Part thereof, as well as all rights, powers and remedies of the Trust whether acting under any Loan Estate Document or by statute or at law or in equity, or otherwise, arising out of any Event of Default;
- (D) all moneys and securities relating to or arising out of the Loan Estate Documents that are now or hereafter required to be paid to, or deposited with, the Lenders by or for the account of the Trust or the Lessee pursuant to the terms of any Loan Estate Document;
- (E) all rents, issues, profits, revenues and other income of the property subjected or required to be subjected to the Lien of the Loan Agreement, including, without limitation, all payments or proceeds payable to the Trust after termination of the Lease with respect to Equipment as a result of the sale, lease or other disposition thereof, and all estate, right, title and interest of every nature whatsoever of the Trust in and to the same and every part thereof;
- (F) all other property of every kind and description and interests therein now held or hereafter acquired by the Trust pursuant to any term of any Loan Estate Document, wherever located, and the Agent is authorized by the Loan Agreement to receive any such property subject to and in accordance with the terms of the Loan Agreement;
- (G) all proceeds of the foregoing of whatever kind or nature, including all claims against third parties for destruction, loss or damage to any of the foregoing or otherwise; and
- (H) with respect to the Series A Loan Certificates only, all estate, right, title and interest now held or hereafter acquired by the Trust in, to and under the Debt Payment Undertaking Agreement, any Acceptable Substitute Credit Protection substituted therefor and the Debt Payment Undertaking Guaranty (including any replacement thereof) (the "Special Series A Collateral Documents" and together with the Loan Estate Documents, the "Collateral Documents"), including, without limitation, (a) the right of the Trust to receive payment of any and all amounts or other sums of any kind payable thereunder or in respect thereof as well as all rights of the Trust to enforce payment of any such amounts or sums, (b) the right of the Trust to exercise any election or option or to make any decision or determination or to give or receive any notice, consent, waiver or approval under the Special Series A Collateral Documents, (c) the right of the Trust to take any other action under or in respect of the Special Series A Collateral Documents as well as all rights, powers and remedies of the Trust whether acting under the Special Series A Collateral Documents or by statute or at law or in equity or otherwise arising out of any default under the Special Series A Collateral Documents, (d) all other property of every kind and description and interests

therein now held or hereafter acquired by the Trust pursuant to any term of the Special Series A Collateral Documents wherever located, and the Series A Lender is authorized by the Loan Agreement to receive any such property subject to and in accordance with the terms of the Loan Agreement and (e) all proceeds of the foregoing of whatever kind or nature, including without limitation all claims against third parties for destruction, loss or damage to any of the foregoing or otherwise (such property, rights and privileges described in this clause (H) being hereinafter referred to as the "Special Series A Collateral").

BUT EXCLUDING, HOWEVER, from the Collateral subject to the foregoing Granting Clause (i) all Excepted Property and (ii) any payments or amounts which have been distributed to the Trust or any other Person in accordance with the provisions of the Loan Agreement, AND SUBJECT TO Sections 2.02, 3.05 and 8.01 of the Loan Agreement and the provisions with respect to Excepted Rights set forth in Section 5.05 of the Loan Agreement;


WHEREAS, concurrently with the delivery hereof, the Trust is delivering to the Agent the originally executed counterparts of the Lease and the Lease Supplement and to the Series A Lender the originally executed counterpart of the Debt Payment Undertaking Agreement (to each of which documents a chattel paper receipt is attached); and

WHEREAS, this memorandum may be executed in any number of counterparts, each executed counterpart constituting an original but all together only one such memorandum.

IN WITNESS WHEREOF, the parties hereto wish to show for the public record the assignment and mortgage of and security interest in the aforesaid property in favor of the Agent and the Series A Lender, and accordingly have caused this memorandum to be executed by their officers thereunto duly authorized, as of the date first above written.

MTA 2003-A TRUST

BY: WILMINGTON TRUST COMPANY, not in its individual capacity, but solely as Trustee under the Trust Agreement (2003-A)

By: 
Name: W. Chris Sponenberg
Title: Vice President

AIG-FP FUNDING (CAYMAN) LIMITED,
as Series A Lender

By: _____
Name:
Title:

DEXIA CRÉDIT LOCAL, NEW YORK
AGENCY, as Series B Lender and Agent

By: _____
Name:
Title:

IN WITNESS WHEREOF, the parties hereto wish to show for the public record the assignment and mortgage of and security interest in the aforesaid property in favor of the Agent and the Series A Lender, and accordingly have caused this memorandum to be executed by their officers thereunto duly authorized, as of the date first above written.

MTA 2003-A TRUST

BY: WILMINGTON TRUST COMPANY, not in its individual capacity, but solely as Trustee under the Trust Agreement (2003-A)

By: _____
Name:
Title:

AIG-FP FUNDING (CAYMAN) LIMITED,
as Series A Lender

By:  _____
Name: COLUM CARR
Title: AUTHORIZED SIGNATORY

DEXIA CRÉDIT LOCAL, NEW YORK
AGENCY, as Series B Lender and Agent

By: _____
Name:
Title:

Memorandum of Loan and Security Agreement (2003-A)

IN WITNESS WHEREOF, the parties hereto wish to show for the public record the assignment and mortgage of and security interest in the aforesaid property in favor of the Agent and the Series A Lender, and accordingly have caused this memorandum to be executed by their officers thereunto duly authorized, as of the date first above written.

MTA 2003-A TRUST

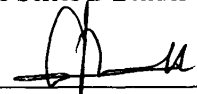
BY: WILMINGTON TRUST COMPANY, not in its individual capacity, but solely as Trustee under the Trust Agreement (2003-A)

By: _____
Name:
Title:

AIG-FP FUNDING (CAYMAN) LIMITED,
as Series A Lender

By: _____
Name:
Title:

DEXIA CRÉDIT LOCAL, NEW YORK
AGENCY, as Series B Lender and Agent

By:  _____
Name: MARC BRUGIERE
Title: GENERAL MANAGER

STATE OF ~~Delaware~~)
)ss.:
COUNTY OF ~~Delaware~~)

On this 9th day of May, 2003, before me personally appeared ~~Mr. Andre Sannerberg~~, to me personally known, who, by me being duly sworn, says that he/she is the Vice President of Wilmington Trust Company, that the foregoing instrument was signed on behalf of MTA 2003-A Trust by Wilmington Trust Company, as Trustee under the Trust Agreement (2003-A), and he/she acknowledges that the execution of the foregoing instrument was the free act and deed of said MTA 2003-A Trust and Wilmington Trust Company.


KATHLEEN A. PEDELINI
NOTARY PUBLIC - DELAWARE
My Commission Expires Oct. 31, 2006


Notary Public

My Commission Expires: _____

STATE OF CONNECTICUT)
)ss.: Wilton
COUNTY OF WILTON)

On this 29th day of May, 2003, before me personally appeared Colum Carr, to me personally known, who, by me being duly sworn, says that he is a Director of AIG-FP Funding (Cayman) Limited, that the foregoing instrument was signed on behalf of said AIG-FP Funding (Cayman) Limited by authority of its Board of Directors, and he acknowledges that the execution of the foregoing instrument was the free act and deed of said AIG-FP Funding (Cayman) Limited.



Notary Public

HEATHER R. CHAPPA

NOTARY PUBLIC

MY COMMISSION EXPIRES AUG. 31. 2007

My Commission Expires:

STATE OF *New York*)
)ss.:
COUNTY OF *New York*)

On this 13th day of May, 2003, before me personally appeared Marc Brugière Garde, to me personally known, who, by me being duly sworn, says that he is the General Manager of Dexia Crédit Local, New York Agency, that the foregoing instrument was signed on behalf of said Dexia Crédit Local, New York Agency by authority of its duly authorized officer, and he acknowledges that the execution of the foregoing instrument was the free act and deed of said Dexia Crédit Local, New York Agency.

Stephanie Felshin

Notary Public

STEPHANIE FELSHIN
Notary Public, State of New York
No. 01FE5061385
Qualified in New York County
Commission Expires June 10, 2006

My Commission Expires: June 10, 2006

NYMTA/MetLife*Closing Date: June 3, 2003*

E&Y cost per car: [REDACTED]

Number of cars: 72

Total Trans. Volume: [REDACTED]

CAR NUMBER	NYCT COND. ACCEP. DATE
8141-8144	6/26/2002
8145-8148	6/26/2002
8149-8152	5/20/2002
8153-8156	5/20/2002
8157-8160	6/5/2002
8161-8164	6/18/2002
8165-8168	6/18/2002
8169-8172	6/5/2002
8173-8176	7/18/2002
8177-8180	6/26/2002
8181-8184	6/26/2002
8185-8188	7/18/2002
8189-8192	7/25/2002
8193-8196	7/25/2002
8197-8200	8/9/2002
8201-8204	8/9/2002
8213-8216	9/16/2002
8217-8220	9/16/2002